Second Regular Session Sixty-ninth General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 14-0829.02 Jennifer Berman x3286

HOUSE BILL 14-1332

HOUSE SPONSORSHIP

Fischer, Humphrey, Saine, Young

Hodge,

SENATE SPONSORSHIP

House CommitteesSenate CommitteesAgriculture, Livestock, & Natural Resources

A BILL FOR AN ACT

101 CONCERNING WATER MANAGEMENT IN THE SOUTH PLATTE RIVER

102 BASIN.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <u>http://www.leg.state.co.us/billsummaries</u>.)

In 2012, the Colorado water conservation board (board), in consultation with the state engineer and the Colorado water institute, conducted a study of historical hydrologic data and water administration in the South Platte river basin.

Section 1 of the bill implements recommendations set forth in the

final report on the study through:

- ! Implementation of a study of the movement of water in the South Platte alluvial aquifer;
- ! Investigation into:
 - ! A reduction in the use of the administrative call on the South Platte river;
 - ! Use of upstream, out-of-priority water storage;
 - ! The development of aquifer management zones; and
 - ! The feasibility of creating a basin-wide management entity and basin-wide management protocols;
- ! Coordination of the installation of a real-time monitoring well network;
- Production of detailed hydrogeological maps of the alluvial aquifer by funding and implementing a helicopter electromagnetic and magnetic survey;
- ! Oversight of the ongoing development and implementation of the South Platte decision support system;
- ! Development of plans for multiple benefit storage options; and
- ! Implementation of a South Platte aquifer management plan pilot program to test management strategies intended to mitigate damaging high groundwater levels.

To further implement the recommendations set forth in the final report:

- **Section 2** requires the state engineer and division engineer to review a water rights application or change in use application that requests approval of an alluvial aquifer recharge facility to determine the viability of the proposed location of the recharge facility and the likelihood that the proposed recharge activity will contribute to or create damaging high groundwater levels; and
- ! Section 3 requires the state engineer to promulgate rules for water division 1 to establish a framework for the voluntary movement of excess water supplies available for augmentation plan users and establish uniform and transparent reporting standards for augmentation plan accounting practices.
- 1 Be it enacted by the General Assembly of the State of Colorado:
- 2 SECTION 1. In Colorado Revised Statutes, 37-60-115, add (9)
- 3 and (10) as follows:

I

- 4
- **37-60-115.** Water studies rules repeal. (9) South Platte

river alluvial aquifer study - additional study authorized - definitions.
 (a) THE BOARD SHALL, IN CONSULTATION WITH THE STATE ENGINEER AND
 THE INSTITUTE, CONDUCT A COMPREHENSIVE STUDY BUILDING UPON THE
 CONCLUSIONS AND RECOMMENDATIONS OF THE STUDY COMPLETED IN
 ACCORDANCE WITH SUBSECTION (7) OF THIS SECTION FOR THE PURPOSE OF
 IMPLEMENTING THE RECOMMENDATIONS SET FORTH IN THE HB 12-1278
 STUDY.

8 (b) AS USED IN THIS SUBSECTION (9), "HB 12-1278 STUDY" MEANS
9 THE REPORT ENTITLED "HB 1278 STUDY OF THE SOUTH PLATTE RIVER
10 ALLUVIAL AQUIFER", AS PREPARED BY THE INSTITUTE AND DATED
11 DECEMBER 31, 2013.

12 (c) IN CONDUCTING THE STUDY, THE BOARD, IN CONSULTATION13 WITH THE INSTITUTE, SHALL:

(I) FURTHER STUDY THE MOVEMENT OF WATER IN THE ALLUVIAL
AQUIFER, OR PORTIONS OF THE ALLUVIAL AQUIFER, AND THE TIME,
LOCATION, AND AMOUNT OF ANY CONTRIBUTIONS THAT THE ALLUVIAL
AQUIFER MAKES TO SURFACE FLOWS. TO EXAMINE THE ALLUVIAL
AQUIFER'S CONTRIBUTIONS TO SURFACE FLOWS, THE BOARD AND
INSTITUTE SHALL:

20 (A) ESTABLISH A RELATIONSHIP BETWEEN ALLUVIAL AQUIFER
21 LEVELS AND STREAM GAIN AND PERFORM A STUDY OF HISTORICAL DATA
22 AVAILABLE REGARDING ALLUVIAL AQUIFER LEVELS AND STREAM GAIN IN
23 WATER DISTRICTS 1, 2, AND 64;

(B) PERFORM A FIELD STUDY, INCLUDING THE MONITORING AND
MEASURING OF AQUIFER LEVELS AND CHANGES IN RIVER GAIN IN RELATION
TO AQUIFER WITHDRAWALS IN WATER DISTRICTS 1, 2, AND 64. THE BOARD
SHALL, INSOFAR AS PRACTICABLE, MAKE EFFORTS TO ISOLATE THE ACTUAL

-3-

IMPACT OF WELL PUMPING ON THE ALLUVIAL AQUIFER AND IDENTIFY
 MECHANISMS TO INCREASE THE ACCURACY AND EFFICIENCY OF
 AUGMENTATION PLANS, WHILE ENSURING THAT EXISTING WATER RIGHTS
 HOLDERS OBTAIN AN ADEQUATE WATER SUPPLY AT THE TIME AND PLACE
 THAT THE WATER RIGHTS HOLDERS NEED.

6 (C) IN COORDINATION WITH ONGOING EFFORTS FOR THE SOUTH 7 PLATTE DECISION SUPPORT SYSTEM TO DEVELOP GROUNDWATER 8 MODELING, DEVELOP CALIBRATED NUMERICAL GROUNDWATER MODELS TO 9 TEST AGAINST ANALYTICAL METHODS THAT HAVE BEEN HISTORICALLY 10 APPLIED TO WELLS IN THE IDENTIFIED STUDY AREAS. WITH PARTICULAR 11 FOCUS PLACED ON AREAS IDENTIFIED IN THE HB12-1278 STUDY AS 12 EXPERIENCING DAMAGING HIGH GROUNDWATER LEVELS IN GILCREST, 13 COLORADO, AND LASALLE, COLORADO, OR STERLING, COLORADO.

(II) DEVELOP ADDITIONAL INFORMATION TO SUPPORT A POTENTIAL
 RULE-MAKING PROCESS REGARDING ADMINISTRATION OF THE CALL ON THE
 SOUTH PLATTE RIVER, INCLUDING:

17 (A) AN INVESTIGATION OF THE POTENTIAL FOR INCREASED 18 EFFICIENCY THROUGH ACTIVE MANAGEMENT OF THE RESERVOIR FILL 19 SEASON BY USING UPSTREAM, OUT-OF-PRIORITY STORAGE AND REDUCED 20 USE OF THE ADMINISTRATIVE CALL BASED ON AVAILABLE AND PROJECTED 21 WATER SUPPLIES. TO ACCOMPLISH THE INVESTIGATION. THE INSTITUTE 22 SHALL REVIEW HISTORICAL DIVERSION DATA FOR REPRESENTATIVE WET. 23 AVERAGE, AND DRY YEARS AND SHALL COMPARE THE DATA WITH 24 HYPOTHETICAL ACTIVE MANAGEMENT SCENARIOS TO DETERMINE IF 25 ADDITIONAL EFFICIENCIES COULD HAVE BEEN ACHIEVED IN THOSE 26 REPRESENTATIVE YEARS. A HYPOTHETICAL ACTIVE MANAGEMENT 27 SCENARIO MUST ENSURE THE DELIVERY OF AVAILABLE WATER SUPPLIES TO

-4-

WATER USERS IN PRIORITY, WITHOUT CAUSING INJURY TO EXISTING
 DECREED WATER RIGHTS.

3 (B) THE DEVELOPMENT OF RECOMMENDATIONS FOR AQUIFER
4 MANAGEMENT ZONES AND OPTIMUM ALLUVIAL AQUIFER LEVELS OR
5 RANGES OF ALLUVIAL AQUIFER LEVELS WITHIN EACH ZONE. FOR PURPOSES
6 OF THE STUDY, AN "OPTIMUM ALLUVIAL AQUIFER LEVEL OR RANGE"
7 MEANS THE LEVEL OR RANGE WITHIN WHICH THE ALLUVIAL AQUIFER HAS
8 ACHIEVED ITS MAXIMUM PRACTICAL ACCRETIVE EFFECT ON SURFACE
9 FLOWS IN THE SURFACE STREAMS AFFECTED BY WELL PUMPING.

10 (C) THE IDENTIFICATION OF ADDITIONAL INFRASTRUCTURE
11 NEEDED TO FACILITATE INCREASED MANAGEMENT;

12 (D) THE DEVELOPMENT OF PROPOSED ADMINISTRATIVE 13 PROTOCOLS FOR THE OPERATION OF ADMINISTRATIVE CALLS RELATED TO 14 AUGMENTATION PLANS IN THE RECOMMENDED AQUIFER MANAGEMENT 15 ZONES DEVELOPED UNDER SUB-SUBPARAGRAPH (B) OF THIS 16 SUBPARAGRAPH (II); AND

17 (E) IN COOPERATION WITH THE STATE ENGINEER, THE DIVISION 18 ENGINEER, AND WATER USERS WITHIN THE SOUTH PLATTE RIVER BASIN, 19 THE DEVELOPMENT OF RECOMMENDED ADMINISTRATIVE PROTOCOLS 20 NECESSARY TO EFFECTUATE THE ADMINISTRATIVE MECHANISMS 21 DESCRIBED IN THIS SUBPARAGRAPH (II). THE INSTITUTE SHALL INCLUDE 22 THE RECOMMENDED ADMINISTRATIVE PROTOCOLS IN THE INSTITUTE'S 23 INTERIM REPORT TO THE COLORADO GENERAL ASSEMBLY, AS REQUIRED BY 24 PARAGRAPH (g) OF THIS SUBSECTION (9).

(III) PERFORM FURTHER INVESTIGATION INTO THE FEASIBILITY OF
CREATING A BASIN-WIDE MANAGEMENT ENTITY, AS RECOMMENDED IN THE
HB12-1278 STUDY, INCLUDING:

-5-

(A) THE DEVELOPMENT OF A RECOMMENDED GOVERNANCE
 STRUCTURE, INCLUDING THE COMPOSITION OF ANY BOARD THAT WOULD
 OVERSEE THE ENTITY;

4 (B) THE DEVELOPMENT OF AN OUTLINE OF THE POWERS AND
5 RESPONSIBILITIES OF THE ENTITY AND ANY BOARD OVERSEEING THE
6 ENTITY; AND

7 (C) THE DEVELOPMENT OF A PLAN FOR FUNDING THE ENTITY,
8 INCLUDING AN INVESTIGATION OF POTENTIAL WATER USER FEES AND MILL
9 LEVIES AND THE DEVELOPMENT OF PROJECTED BUDGETS FOR THE ENTITY'S
10 OPERATIONS;

(IV) INVESTIGATE THE VIABILITY OF BASIN-WIDE MANAGEMENT
 PRINCIPLES AND PROCESSES BY:

13 (A) IN COORDINATION WITH WATER USERS, DEFINING SUSTAINABLE
14 YIELD AS A MANAGEMENT TERM OR PRINCIPLE, AS APPLIED TO THE SOUTH
15 PLATTE RIVER BASIN;

16 (B) DEVELOPING AN ESTIMATED SUSTAINABLE YIELD FOR THE
17 SOUTH PLATTE RIVER BASIN ON A LONG-TERM BASIS AND FOR EACH YEAR
18 OF THE STUDY;

19 (C) DEVELOPING A PROPOSED PLAN TO MAXIMIZE DELIVERY OF
20 THE SUSTAINABLE YIELD BY PRIORITY FOR EACH YEAR OF THE STUDY,
21 USING SURFACE AND GROUNDWATER WITHDRAWALS;

(D) SIMULATING THE OPERATION OF THE PLANNED DELIVERY
SYSTEM DESCRIBED IN SUB-SUBPARAGRAPH (B) OF THIS SUBPARAGRAPH
(IV) AND COMPARING IT TO THE ACTUAL CONDITIONS IN THE SOUTH
PLATTE RIVER BASIN FOR EACH YEAR OF THE STUDY;

26 (E) DEVELOPING A COMPREHENSIVE PLAN FOR BASIN-WIDE WATER
 27 BANKING, TRADING OF SURFACE WATER SUPPLIES, AND GROUNDWATER

-6-

1 AUGMENTATION PLAN CREDITS;

2 (F) MAXIMIZING THE UTILIZATION OF SUSTAINABLE YIELD AND
3 IDENTIFYING AND PRIORITIZING ANY ADDITIONAL INFRASTRUCTURE
4 NEEDED TO MONITOR AND MANAGE WATER SUPPLIES WITHIN THE BASIN;
5 (G) IDENTIFYING KEY ENVIRONMENTAL AND CONSERVATION
6 GOALS WITHIN THE BASIN AND THE WATER SUPPLIES NECESSARY TO
7 ACHIEVE THOSE GOALS; AND

8 (H) COORDINATING AND FACILITATING COMMUNICATION AMONG 9 WATER USERS IN THE BASIN, WITH PARTICULAR EMPHASIS ON THE USE OF 10 TECHNOLOGY TO FACILITATE THE DISCUSSION AND DISSEMINATION OF 11 INFORMATION IN A TIMELY AND EFFECTIVE MANNER.

12 (V) IN INVESTIGATING THE VIABILITY OF BASIN-WIDE 13 MANAGEMENT PRINCIPLES AND PROCESSES IN ACCORDANCE WITH 14 SUBPARAGRAPH (IV) OF THIS PARAGRAPH (C) AND IN THE CONTEXT OF A 15 SUSTAINABLE YIELD ANALYSIS AND THE PROPOSED PLANS TO MAXIMIZE 16 WATER DELIVERY, IDENTIFY AND INVESTIGATE METHODS FOR INCREASING 17 CONJUNCTIVE USE AND MAXIMIZING USE OF THE ALLUVIAL AQUIFER ON A 18 REGIONAL, COORDINATED BASIS WHILE MAINTAINING DELIVERIES TO 19 WATER USERS WITH DECREED WATER RIGHTS IN PRIORITY, INCLUDING:

20 (A) THE COORDINATION OF PLANNED WITHDRAWALS FROM THE
21 ALLUVIAL AQUIFER DURING DROUGHT CONDITIONS, WHILE REPLACING
22 DEPLETIONS IN TIMES OF EXCESS WATER SUPPLY, WITHOUT CAUSING
23 INJURY TO VESTED WATER RIGHTS;

(B) AS PART OF A PLAN TO DISTRIBUTE SUSTAINABLE YIELD, THE
ESTABLISHMENT OF GROUNDWATER POINTS OF DIVERSION FOR SURFACE
WATER RIGHTS, TO BE USED TO SUPPLEMENT WATER AVAILABLE FROM
SURFACE FLOWS;

-7-

(C) THE INSTALLATION OF A WELL FIELD OR FIELDS IN DISTRICT 1
 OR 64 TO DELIVER EXCESS RECHARGE ACCRETIONS TO STORAGE
 RESERVOIR INLETS; AND

4 (D) THROUGH PLANNED REDUCTIONS IN ALLUVIAL AQUIFER
5 LEVELS OR THE REMOVAL OF NONNATIVE AND EXCESS PHREATOPHYTE
6 GROWTH, THE REDUCTION OF WATER LOST TO EVAPORATION AND
7 NONBENEFICIAL EVAPOTRANSPIRATION FROM PHREATOPHYTES;

8 (VI) COORDINATE WITH THE STATE ENGINEER, THE DIVISION 9 ENGINEER, THE DIVISION OF WATER RESOURCES, OTHER INTERESTED 10 AGENCIES, AND INTERESTED WATER USERS TO IMPLEMENT THE FOLLOWING 11 TECHNICAL RECOMMENDATIONS SET FORTH IN THE HB12-1278 STUDY:

12 (A) COORDINATE WITH THE COLORADO DEPARTMENT OF 13 AGRICULTURE, THE DIVISION OF WATER RESOURCES, AND INTERESTED 14 WATER USERS TO INITIATE AND OVERSEE THE INSTALLATION OF A 15 REAL-TIME MONITORING WELL NETWORK, AS DESCRIBED IN 16 RECOMMENDATION 3B OF THE HB12-1278 STUDY;

17 (B) IN COORDINATION WITH THE CENTRAL COLORADO WATER 18 CONSERVANCY DISTRICT, IMPLEMENT A HELICOPTER ELECTROMAGNETIC 19 AND MAGNETIC SURVEY OF GILCREST, COLORADO, AND LASALLE, 20 COLORADO, AND THE SURROUNDING AREAS, AND COORDINATE WITH THE 21 SOUTH PLATTE BASIN ROUNDTABLE AND WATER ORGANIZATIONS WITHIN 22 THE BASIN TO ASSESS THE FEASIBILITY OF PERFORMING ADDITIONAL 23 SURVEYS IN OTHER REGIONS OF THE SOUTH PLATTE RIVER BASIN TO 24 PRODUCE DETAILED HYDROGEOLOGICAL MAPS OF THE SOUTH PLATTE 25 ALLUVIAL AQUIFER, AS DESCRIBED IN RECOMMENDATION 3C OF THE 26 HB12-1278 STUDY;

27 (C) WITH THE GOAL OF IMPROVING THE SOUTH PLATTE DECISION

-8-

SUPPORT SYSTEM'S ACCESSIBILITY AND SCOPE AND DEVELOPING A ROBUST
 STAKEHOLDER PROCESS, SUPPORT THE ONGOING DEVELOPMENT AND
 IMPLEMENTATION OF THE SUPPORT SYSTEM, AS DESCRIBED IN
 RECOMMENDATION 3D OF THE HB12-1278 STUDY;

5 (D) WORK WITH WATER USERS AND OTHER STAKEHOLDERS IN THE
6 SOUTH PLATTE RIVER BASIN TO DEVELOP PLANS FOR MULTIPLE BENEFIT
7 STORAGE OPTIONS, INCLUDING THE REHABILITATION OF EXISTING STORAGE
8 AND RECOVERY PROJECTS, AS DESCRIBED IN RECOMMENDATION 3E OF THE
9 HB12-1278 STUDY; AND

10 (E) ENCOURAGE AND FACILITATE THE IMPLEMENTATION OF 11 IMPROVED DATA COLLECTION, MANAGEMENT, AND ACCESS BY THE 12 DIVISION OF WATER RESOURCES AND THE COLORADO WATER 13 CONSERVATION BOARD, AS DESCRIBED IN RECOMMENDATION 4 OF THE 14 HB12-1278 STUDY;

15 (VII) IN ALL ASPECTS OF THE STUDY AUTHORIZED IN THIS 16 SUBSECTION (9), ESTABLISH A PUBLIC OUTREACH PROCESS 17 CHARACTERIZED BY ACCESSIBILITY, TRANSPARENCY, AND REGULARLY 18 ORGANIZED OPPORTUNITIES TO DISSEMINATE INFORMATION, HEAR INPUT, 19 AND ENGAGE IN A MEANINGFUL DISCUSSION WITH INTERESTED PARTIES. 20 THE INSTITUTE MAY ESTABLISH AND APPOINT FOCUS GROUPS TO DISCUSS 21 SPECIFIC TOPICS OR SEEK PUBLIC INPUT IN BROADER FORUMS. THE 22 INSTITUTE SHALL STRIVE, WHENEVER POSSIBLE, TO IDENTIFY, ESTABLISH, 23 AND REINFORCE CONSENSUS AMONG WATER USERS REGARDING THE TOPICS 24 UNDER INVESTIGATION.

(d) THE BOARD SHALL ENTER INTO A CONTRACT WITH THE
institute, using existing procurement mechanisms and
agreements between the board and the institute, to conduct,

-9-

1 OVERSEE, AND COORDINATE ALL ASPECTS OF THE STUDY. THE BOARD 2 SHALL FUND THE STUDY FROM EXISTING RESEARCH RESOURCES AT LEVELS 3 AGREED TO BETWEEN THE BOARD AND THE INSTITUTE. IN ADDITION, TO 4 IMPLEMENT THE ACTIVITIES OF THE STUDY, THE BOARD SHALL 5 COORDINATE WITH WATER USERS AND WATER ORGANIZATIONS TO 6 IDENTIFY AND SECURE ADDITIONAL FUNDING FROM SOURCES INCLUDING 7 STATE AND FEDERAL GRANTS AND THIRD-PARTY GIFTS, GRANTS, AND 8 DONATIONS.

9 (e) (I) THE INSTITUTE SHALL PERFORM THE STUDY 10 INDEPENDENTLY, UNDER THE DIRECTION OF A STUDY ADVISORY BOARD, 11 CREATED IN THIS PARAGRAPH (e) AND REFERRED TO IN THIS SUBSECTION 12 (9) AS THE "ADVISORY BOARD". THE ADVISORY BOARD CONSISTS OF ONE 13 REPRESENTATIVE APPOINTED BY EACH OF THE FOLLOWING ENTITIES:

14 (A) THE NORTHERN COLORADO WATER CONSERVANCY DISTRICT; 15 (B) THE CENTRAL COLORADO WATER CONSERVANCY DISTRICT; 16 (C) THE LOWER SOUTH PLATTE WATER CONSERVANCY DISTRICT; 17 (D) THE SOUTH PLATTE ROUNDTABLE; 18 (E) THE METRO ROUNDTABLE: 19 (F) THE BOARD; AND 20 (G) THE STATE ENGINEER'S OFFICE. 21 (II) THE INSTITUTE, WITH THE ADVISORY BOARD'S APPROVAL. 22 SHALL APPOINT AN ENGINEERING SUBCOMMITTEE, CONSISTING OF AT 23 LEAST FIVE INDIVIDUALS WITH EXPERIENCE AND QUALIFICATIONS SPECIFIC 24 TO THE SOUTH PLATTE RIVER BASIN, TO ASSIST THE INSTITUTE IN AN 25 ADVISORY CAPACITY WITH TECHNICAL MATTERS. 26 (III) THE INSTITUTE, WITH THE ADVISORY BOARD'S APPROVAL AND 27 WITH THE AGREEMENT OF THE AFFECTED ENTITY, MAY CONTRACT WITH

-10-

EMPLOYEES OF THE NORTHERN COLORADO WATER CONSERVANCY
 DISTRICT, THE CENTRAL COLORADO WATER CONSERVANCY DISTRICT, OR
 THE LOWER SOUTH PLATTE WATER CONSERVANCY DISTRICT TO PERFORM
 REASONABLE AND NECESSARY TASKS AND ANALYSIS FOR COMPLETION OF
 THE STUDY'S GOALS.

6 (f) THE BOARD SHALL COMMISSION THE STUDY AS SOON AS7 PRACTICABLE.

8 (g) (I) NOLATER THAN DECEMBER 31, 2018, THE INSTITUTE SHALL 9 PREPARE A FINAL REPORT, INCLUDING ITS CONCLUSIONS, AND, DURING THE 10 FIRST REGULAR SESSION OF THE SEVENTY-FIRST GENERAL ASSEMBLY IN 11 2019, SHALL PRESENT THE FINAL REPORT TO A JOINT MEETING OF THE 12 COMMITTEE ON AGRICULTURE, NATURAL RESOURCES, AND LIVESTOCK IN 13 THE HOUSE OF REPRESENTATIVES AND THE COMMITTEE ON AGRICULTURE, 14 NATURAL RESOURCES, AND ENERGY IN THE SENATE, OR THEIR SUCCESSOR 15 COMMITTEES.

16 (II) NO LATER THAN NOVEMBER 30, 2015, THE INSTITUTE SHALL 17 PREPARE RECOMMENDATIONS REGARDING RULE-MAKING TO INCREASE 18 ADMINISTRATIVE EFFICIENCY, AS DESCRIBED IN SUBPARAGRAPH (II) OF 19 PARAGRAPH (c) OF THIS SUBSECTION (9), AND PRESENT ITS 20 RECOMMENDATIONS TO THE COMMITTEE ON AGRICULTURE, NATURAL 21 RESOURCES, AND LIVESTOCK IN THE HOUSE OF REPRESENTATIVES AND THE 22 COMMITTEE ON AGRICULTURE, NATURAL RESOURCES, AND ENERGY IN THE 23 SENATE, OR THEIR SUCCESSOR COMMITTEES.

(III) DURING THE 2015, 2016, AND 2017 SESSIONS OF THE
GENERAL ASSEMBLY, THE INSTITUTE SHALL PREPARE AN ANNUAL
PROGRESS REPORT AND PRESENT EACH PROGRESS REPORT TO A JOINT
MEETING OF THE COMMITTEE ON AGRICULTURE, NATURAL RESOURCES,

-11-

AND LIVESTOCK IN THE HOUSE OF REPRESENTATIVES AND THE COMMITTEE
 ON AGRICULTURE, NATURAL RESOURCES, AND ENERGY IN THE SENATE, OR
 THEIR SUCCESSOR COMMITTEES.

4 (10) South Platte aquifer management plan pilot program -5 repeal. (a) AFTER NOTICE AND A THIRTY-DAY COMMENT PERIOD, THE 6 BOARD MAY, IN CONSULTATION WITH THE STATE ENGINEER AND AFTER 7 CONSIDERATION OF ANY COMMENTS SUBMITTED. APPROVE UP TO FIVE 8 PILOT AOUIFER MANAGEMENT PLANS IN THE SOUTH PLATTE RIVER BASIN 9 TO TEST MANAGEMENT STRATEGIES INTENDED TO MITIGATE DAMAGING 10 HIGH GROUNDWATER LEVELS. A PROPOSED AQUIFER MANAGEMENT PLAN 11 SUBMITTED TO THE BOARD FOR APPROVAL MUST:

(I) SERVE A GEOGRAPHIC AREA LOCATED IN ONE OF THE HIGH
GROUNDWATER STUDY AREAS IN THE VICINITY OF GILCREST, COLORADO,
AND LASALLE, COLORADO, OR STERLING, COLORADO, AS DELINEATED BY
THE STATE ENGINEER; AND

16 (II) BE CHARACTERIZED BY DAMAGING HIGH GROUNDWATER
17 LEVELS IN EXCESS OF HISTORICAL AVERAGE GROUNDWATER LEVELS, AS
18 DETERMINED BY REFERENCE TO EXISTING HISTORICAL DATA;

(III) IDENTIFY ONE OR MORE MONITORING WELLS WITHIN THE HIGH
GROUNDWATER STUDY AREAS CAPABLE OF MEASURING AND REPORTING
WATER LEVELS IN THE ALLUVIAL AQUIFER;

(IV) BE DESIGNED TO REDUCE GROUNDWATER LEVELS WITHIN THE
GEOGRAPHIC AREA TO BE SERVED BY THE MANAGEMENT PLAN TO THE
EXTENT NECESSARY TO MITIGATE DAMAGING HIGH GROUNDWATER
LEVELS, AS REFLECTED IN THE MONITORING WELL NETWORK. THE AQUIFER
MANAGEMENT PLAN MAY INCLUDE:

27 (A) PUMPING BY WELLS ALREADY LOCATED WITHIN A HIGH

-12-

GROUNDWATER STUDY AREA OR TO BE INSTALLED IN A HIGH
 GROUNDWATER STUDY AREA FOR THE PURPOSE OF DEWATERING. WATER
 PUMPED FROM THE WELLS SHALL BE RETURNED TO THE SOUTH PLATTE
 RIVER WITHOUT ANY INTERVENING USE. ONCE IN THE RIVER, THE PUMPED
 WATER SHALL BE DISTRIBUTED ACCORDING TO THE PRIORITY SYSTEM.
 PUMPING AUTHORIZED UNDER THIS SUBSECTION (10) DOES NOT CREATE AN
 OBLIGATION TO REPLACE POST-PUMPING DEPLETIONS.

8 (B) A PLAN TO INSTALL OR IMPROVE DRAINS AND DRAINAGE
9 SYSTEMS.

10 (V) INCLUDE PROOF THAT THE PROPOSED AQUIFER MANAGEMENT
11 PLAN HAS BEEN PROVIDED TO ALL INTERESTED PARTIES SUBSCRIBED TO
12 THE DIVISION 1 SUBSTITUTE WATER SUPPLY PLAN LIST.

13 (b) (I) THE BOARD SHALL PROVIDE A THIRTY-DAY COMMENT
14 PERIOD FOR INTERESTED PARTIES TO PROVIDE COMMENTS ON A PROPOSED
15 AQUIFER MANAGEMENT PLAN.

16 (II) UPON THE CONCLUSION OF THE THIRTY-DAY COMMENT 17 PERIOD, THE BOARD SHALL APPROVE, APPROVE WITH CONDITIONS, OR 18 DENY A PROPOSED AQUIFER MANAGEMENT PLAN. IF THE BOARD APPROVES 19 A PROPOSED AQUIFER MANAGEMENT PLAN, IT SHALL APPROVE IT FOR A 20 PERIOD OF UP TO TWO YEARS. THE BOARD SHALL PROVIDE COPIES OF THE 21 AOUIFER MANAGEMENT PLAN AND THE BOARD'S DECISION APPROVING THE 22 AQUIFER MANAGEMENT PLAN TO ALL INTERESTED PARTIES WHO ARE 23 SUBSCRIBED TO THE DIVISION 1 SUBSTITUTE WATER SUPPLY PLAN LIST. AN 24 APPEAL OF THE AQUIFER MANAGEMENT PLAN OR OPERATIONS UNDER THE 25 PLAN SHALL BE MADE TO THE WATER COURT IN ACCORDANCE WITH THE 26 PROCEDURES SET FORTH IN ARTICLE 4 OF TITLE 24, C.R.S. THERE IS A 27 REBUTTABLE PRESUMPTION THAT WELL PUMPING FOR DEWATERING

-13-

PURPOSES UNDER AN APPROVED AQUIFER MANAGEMENT PLAN IS NOT
 INJURIOUS TO VESTED WATER RIGHTS OR DECREED CONDITIONAL WATER
 RIGHTS.

4 (c) THE BOARD SHALL ESTABLISH A HIGH GROUNDWATER
5 MITIGATION GRANT PROGRAM TO PROVIDE FINANCIAL ASSISTANCE TO
6 PERSONS IMPLEMENTING AQUIFER MANAGEMENT PLANS THAT THE BOARD
7 HAS APPROVED UNDER THIS SUBSECTION (10).

8 (d) ON OR BEFORE NOVEMBER 1 OF EACH YEAR, THE BOARD SHALL 9 REPORT TO THE WATER RESOURCES REVIEW COMMITTEE, CREATED IN 10 SECTION 37-98-102, ON THE PROGRESS OF MITIGATING DAMAGING HIGH 11 GROUNDWATER LEVELS IN THE STUDY AREAS. THE BOARD SHALL GIVE A 12 FINAL REPORT TO THE WATER RESOURCES REVIEW COMMITTEE REGARDING 13 THE EFFECTIVENESS OF HIGH GROUNDWATER MANAGEMENT STRATEGIES 14 ON OR BEFORE NOVEMBER 1, 2019.

15 (e) THIS SUBSECTION (10) IS REPEALED, EFFECTIVE JANUARY 1,
16 2020.

SECTION 2. In Colorado Revised Statutes, 37-92-302, amend
(4) as follows:

19 **37-92-302.** Applications for water rights or changes of such 20 rights - plans for augmentation. (4) The referee, without conducting a 21 formal hearing, shall make such investigations as are necessary to 22 determine whether or not the statements in the application and statements 23 of opposition are true and to become fully advised with respect to the 24 subject matter of the applications and statements of opposition. The 25 referee shall consult with the appropriate division engineer or the state 26 engineer or both. The engineer consulted shall file a WRITTEN report in 27 writing THE PROCEEDINGS within thirty-five days, unless such THE time

1 is extended by the referee, which original report shall be filed in the 2 proceedings, and a copy shall be sent by the division engineer to the 3 applicant or the applicant's attorney, who shall then send copies to all 4 parties of record if they have not otherwise been served and so certify 5 before any ruling shall be IS entered or become BECOMES effective. FOR 6 AN APPLICANT REQUESTING APPROVAL OF AN ALLUVIAL AQUIFER 7 RECHARGE FACILITY, THE STATE ENGINEER AND DIVISION ENGINEER SHALL 8 PROVIDE A REPORT AS TO THE VIABILITY OF THE PROPOSED LOCATION OF 9 THE RECHARGE FACILITY AND THE POTENTIAL FOR THE PROPOSED 10 RECHARGE ACTIVITY TO CONTRIBUTE TO, OR CREATE, DAMAGING HIGH 11 GROUNDWATER LEVELS; EXCEPT THAT THE REPORT IS ONLY ADVISORY 12 AND DOES NOT IN ANY WAY OBLIGATE OR GIVE RISE TO ANY LIABILITY ON 13 THE PART OF THE STATE ENGINEER OR DIVISION ENGINEER. A water judge 14 who is acting as a referee in the water judge's division shall have HAS the 15 same authority as provided for the referee in this subsection (4). If the 16 application is rereferred to the water judge by the referee prior to BEFORE 17 consultation, the division engineer shall file a written recommendation in 18 the proceedings within thirty-five days of rereferral, unless such THE time 19 is extended by the court, and shall send a copy thereof OF THE WRITTEN 20 RECOMMENDATION to the applicant or the applicant's attorney, who shall 21 send copies to the other parties, if they have not otherwise been served, 22 before any decree shall be IS entered or become BECOMES effective. The 23 water judge may request such THE written report from the state engineer. 24 if the water judge desires.

25 SECTION 3. In Colorado Revised Statutes, 37-92-501, add (5)
26 as follows:

27

37-92-501. Jurisdiction over water - rules. (5) (a) (I) THE

-15-

1 STATE ENGINEER SHALL INITIATE RULE-MAKING IN DIVISION 1 TO:

2 (A) ESTABLISH UNIFORM AND TRANSPARENT REPORTING
3 STANDARDS FOR AUGMENTATION PLAN ACCOUNTING PRACTICES THAT ARE
4 DESIGNED FOR INTEGRATION WITH BASIN-WIDE DATA COLLECTION,
5 MODELING, AND MANAGEMENT; AND

6 (B) ESTABLISH A FRAMEWORK FOR THE VOLUNTARY MOVEMENT
7 OF EXCESS WATER SUPPLIES, INCLUDING A POOL OR WATER BANK
8 AVAILABLE FOR USE BY AUGMENTATION PLAN USERS.

9 (II) IN ADDITION TO COMPLYING WITH SUBSECTION (2) OF THIS 10 SECTION, THE STATE ENGINEER, WHEN ADOPTING THE NEW RULES, SHALL 11 CONSIDER THE UNIQUE GEOLOGIC AND HYDROLOGIC CONDITIONS AND THE 12 CONJUNCTIVE USE PRACTICES PREVAILING IN DIVISION 1.

(b) IN DEVELOPING RULES CONCERNING THE VOLUNTARY
MOVEMENT OF EXCESS WATER SUPPLIES IN ACCORDANCE WITH
SUB-SUBPARAGRAPH (B) OF SUBPARAGRAPH (I) OF PARAGRAPH (a) OF THIS
SUBSECTION (5), THE STATE ENGINEER SHALL DEVELOP AN INTERACTIVE,
INTERNET-BASED APPLICATION THAT PROVIDES A PLATFORM FOR:

(I) VOLUNTARY REPORTING OF THE TIME, LOCATION, AND AMOUNT
 OF AN AUGMENTATION PLAN'S EXCESS RECHARGE CREDITS, INCLUDING THE
 REPORTING OF CREDITS PROJECTED TO BE AVAILABLE IN THE FUTURE;

21 (II) VOLUNTARY REPORTING OF THE TIME, LOCATION, AND
22 AMOUNT OF EXCESS DIRECT FLOW OR STORAGE WATER SUPPLIES
23 AVAILABLE, INCLUDING WATER SUPPLIES PROJECTED TO BE AVAILABLE IN
24 THE FUTURE;

25 (III) A REPORT OF EXCESS WATER SUPPLIES THAT:

26 (A) IS SEARCHABLE BY TIME, LOCATION, AND AMOUNT; AND

27 (B) INCLUDES CONTACT INFORMATION FOR PERSONS MARKETING

-16-

1 EXCESS CREDITS;

2 (IV) INTERACTIVE, REAL-TIME INFORMATION REGARDING WATER
3 EXCHANGE POTENTIAL AND DOWNSTREAM DELIVERY PROTOCOLS;

4 (V) AN ON-LINE, PRINTABLE, AND ELECTRONICALLY 5 TRANSFERABLE FORM THAT ALLOWS PARTIES TO EFFECTUATE WATER 6 TRANSFERS WHILE PROVIDING NOTICE TO THE DIVISION ENGINEER AND 7 WATER COMMISSIONERS. THE WATER TRANSFER WOULD BECOME 8 EFFECTIVE UPON THE ACCEPTANCE OF THE FILED FORM. IN A PROCEEDING 9 CONCERNING THE APPROVAL OF AN AUGMENTATION PLAN, THE FORM 10 PROVIDES REBUTTABLE EVIDENCE THAT THE CREDITS OR OTHER WATER 11 **RIGHTS DESCRIBED IN THE FORM:**

12 (A) HAVE BEEN ASSIGNED AT THE TIMES AND LOCATIONS, AND IN
13 THE AMOUNTS, IDENTIFIED IN THE FORM; AND

(B) WILL NOT BE USED BY ANYONE OTHER THAN THE TRANSFEREE.
 SECTION 4. Safety clause. The general assembly hereby finds,
 determines, and declares that this act is necessary for the immediate
 preservation of the public peace, health, and safety.